

Fill in this information to identify the case:

Debtor 1 Kevin L Cannon &amp; Stacey L Cannon

Debtor 2  
(Spouse, if filing)

United States Bankruptcy Court for the: Southern District of Ohio

Case number 1957495

## Official Form 410S1

**Notice of Mortgage Payment Change**

12/15

If the debtor's plan provides for payment of postpetition contractual installments on your claim secured by a security interest in the debtor's principal residence, you must use this form to give notice of any changes in the installment payment amount. File this form as a supplement to your proof of claim at least 21 days before the new payment amount is due. See Bankruptcy Rule 3002.1.

**Name of creditor:**

Wells Fargo Bank NA

**Court claim no. (if known):** 3 \_\_\_\_\_**Date of payment change:**Must be at least 21 days after date  
of this notice

07/01/2020

**New total payment:**

Principal, interest, and escrow, if any \$ 902.75

**Last 4 digits** of any number you use to  
identify the debtor's account: 8 6 4 9

**Part 1: Escrow Account Payment Adjustment****1. Will there be a change in the debtor's escrow account payment?**

- No  
 Yes. Attach a copy of the escrow account statement prepared in a form consistent with applicable nonbankruptcy law. Describe the basis for the change. If a statement is not attached, explain why:

Current escrow payment: \$ 328.24

New escrow payment: \$ 329.82

**Part 2: Mortgage Payment Adjustment****2. Will the debtor's principal and interest payment change based on an adjustment to the interest rate on the debtor's variable-rate account?**

- No  
 Yes. Attach a copy of the rate change notice prepared in a form consistent with applicable nonbankruptcy law. If a notice is not attached, explain why:

Current interest rate: \_\_\_\_\_ %

New interest rate: \_\_\_\_\_ %

Current principal and interest payment: \$ \_\_\_\_\_

New principal and interest payment: \$ \_\_\_\_\_

**Part 3: Other Payment Change****3. Will there be a change in the debtor's mortgage payment for a reason not listed above?**

- No  
 Yes. Attach a copy of any documents describing the basis for the change, such as a repayment plan or loan modification agreement.  
*(Court approval may be required before the payment change can take effect.)*

Reason for change:

Current mortgage payment: \$ \_\_\_\_\_

New mortgage payment: \$ \_\_\_\_\_

**Part 4: Sign Here**

The person completing this Notice must sign it. Sign and print your name and your title, if any, and state your address and telephone number.

*Check the appropriate box.*

- I am the creditor.  
 I am the creditor's authorized agent.

**I declare under penalty of perjury that the information provided in this claim is true and correct to the best of my knowledge, information, and reasonable belief.**

**X** /s/Cynthia A Thomas \_\_\_\_\_ Date 05/12/2020  
Signature

Print: Thomas, Cynthia A  
First Name \_\_\_\_\_ Middle Name \_\_\_\_\_ Last Name \_\_\_\_\_

VP Loan Documentation  
Title \_\_\_\_\_

Company Wells Fargo Bank, N.A. \_\_\_\_\_

Address MAC N9286-01Y  
Number \_\_\_\_\_ Street \_\_\_\_\_  
1000 Blue Gentian Road  
Address 2 \_\_\_\_\_  
Eagan MN 55121-7700  
City \_\_\_\_\_ State \_\_\_\_\_ ZIP Code \_\_\_\_\_

Contact phone 800-274-7025 \_\_\_\_\_

NoticeOfPaymentChangeInquiries@wellsfargo.com  
Email \_\_\_\_\_

UNITED STATES BANKRUPTCY COURT

Southern District of Ohio

Chapter 13 No. 1957495  
Judge: Jeffery P. Hopkins

In re:

Kevin L Cannon & Stacey L Cannon

Debtor(s).

**CERTIFICATE OF SERVICE**

I hereby certify that this Notice, including all attachments, is being served on or before May 13, 2020 via filing with the US Bankruptcy Court's CM ECF system or by mailing or providing a copy of this document to a vendor for mailing: By U.S. Postal Service First Class Main Postage Prepaid or FedEx.

Debtor: By U.S. Postal Service First Class Mail Postage Prepaid or FedEx

Kevin L Cannon & Stacey L Cannon  
10482 State Route 669

Roseville OH 43777

By U.S. Postal Service First Class Mail Postage Prepaid or FedEx

N/A

Debtor's Attorney: By Court's CM/ECF system registered email address

Kenneth L Sheppard, Jr  
Sheppard Law Offices, Co., L.P.A.  
3535 Fishinger Blvd. Suite 190

Hilliard OH 43026

By Court's CM/ECF system registered email address

N/A

Trustee: By Court's CM/ECF system registered email address

Interim Faye English

130 East Wilson Bridge Road Suite 200

Worthington OH 43085

/s/Cynthia A Thomas

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VP Loan Documentation  
Wells Fargo Bank, N.A.

## Customer Service

 Online  
[wellsfargo.com](http://wellsfargo.com)
 Correspondence  
 PO Box 10335  
 Des Moines, IA 50306

 To learn more, go to:  
[wellsfargo.com/escrow](http://wellsfargo.com/escrow)
 Telephone  
 1-800-340-0473

 Hours of operation  
 Mon - Fri 7 a.m. - 7 p.m. CT

We accept telecommunications relay service calls

KEVIN L CANNON  
 STACEY L CANNON  
 10482 STATE ROUTE 669  
 ROSEVILLE OH 43777-9623

**PLEASE NOTE:** If you are presently seeking relief (or have previously been granted relief) under the United States Bankruptcy Code, this statement is being sent to you for informational purposes only. The summaries below are based on the terms of the loan and are provided for informational purposes only.

These amounts are governed by the terms of the loan unless otherwise reduced by an order of the bankruptcy court. Because the amounts billed for the escrow items can change over time, we review the escrow account at least once per year to ensure there will be enough money to make these payments. Once the review is complete, we send the escrow review statement, also known as the escrow account disclosure statement.

Here's what we found:

- **Required minimum balance:** The escrow account balance is projected to be above the required minimum balance. This means there is an **overage**.

If payments required under the bankruptcy plan have not been made, any escrow overage will be held in the escrow account.

- **Payments:** As of the **July 1, 2020** payment, the contractual portion of the escrow payment **increases**.

The escrow account has an overage of  
**\$89.77**

## Part 1 - Mortgage payment

## New Payment

The new total payment will be **\$902.75**

|                                  | Previous payment through<br>06/01/2020 payment date | New payment beginning with<br>the 07/01/2020 payment |
|----------------------------------|---|--|
| <b>Principal and/or interest</b> | <b>\$572.93</b>                                     | <b>\$572.93</b>                                      |
| <b>Escrow payment</b>            | <b>\$328.24</b>                                     | <b>\$329.82</b>                                      |
| <b>Total payment amount</b>      | <b>\$901.17</b>                                     | <b>\$902.75</b>                                      |

## No action required

Starting **July 1, 2020** the new contractual payment amount will be **\$902.75**

See Page 2 for additional details.

## Part 2 - Payment calculations

For the past review period, the amount of the escrow items was \$3,882.56. For the coming year, we expect the amount paid from escrow to be \$3,957.82.

### How was the escrow payment calculated?

To determine the escrow payment, we add the projected escrow items to be paid over the next 12 months. We base these projected amounts on any escrow items that may have been paid in the past and any future anticipated payments to be made. We then divide the amounts by 12 payments to determine the escrow amount.

The chart below includes any actual escrow disbursements as well as any shortage that may have been identified for the past three analysis periods up through the date of the analysis.

### Escrow comparison

|                                  | 07/18 - 06/19<br>(Actual) | 08/18 - 07/19<br>(Actual) | 07/19 - 05/20<br>(Actual) | 07/20 - 06/21<br>(Projected) | # of<br>months | New monthly<br>escrow<br>amount |
|----------------------------------|---------------------------|---------------------------|---------------------------|------------------------------|----------------|---------------------------------|
| <b>Property taxes</b>            | \$1,448.07                | \$1,456.00                | \$1,442.47                | \$1,428.94                   | ÷ 12 =         | \$119.08                        |
| <b>Property insurance</b>        | \$1,271.00                | \$1,271.00                | \$1,317.00                | \$1,317.00                   | ÷ 12 =         | \$109.75                        |
| <b>Total taxes and insurance</b> | \$2,719.07                | \$2,727.00                | \$2,759.47                | \$2,745.94                   | ÷ 12 =         | <b>\$228.83</b>                 |
| <b>Mortgage insurance</b>        | \$1,252.91                | \$1,250.56                | \$1,123.09                | \$1,211.88                   | ÷ 12 =         | \$100.99                        |
| <b>Total escrow</b>              | \$3,971.98                | \$3,977.56                | \$3,882.56                | \$3,957.82                   |                | \$329.82                        |

### Projected escrow account activity over the next 12 months

To determine if there will be a shortage or overage in the account, we calculate whether the amount of the lowest projected escrow balance will be greater or less than the required minimum balance. This is determined by subtracting the required minimum balance from the lowest projected balance. If the outcome is positive, there is an overage. If it is negative, there is a shortage. The calculation is below:

|   |                  |   |
|---|------------------|---|
| Lowest projected escrow balance February, 2021      | <b>\$547.43</b>  | (Calculated in Part 3 - Escrow account projections table) |
| Minimum balance for the escrow account <sup>†</sup> | <b>\$457.66</b>  | (Calculated as: \$228.83 X 2 months)                      |
| <b>Escrow overage</b>                               | = <b>\$89.77</b> |   |

<sup>†</sup>The minimum balance includes a cash reserve to help cover any increase in taxes and/or insurance. To calculate the cash reserve for the escrow account, we add the yearly escrow payments, and divide by 12 (this amount does not include mortgage insurance). We take this amount and multiply it by 2 as allowed by state laws and/or the mortgage contract to determine the cash reserve.

**Part 3 - Escrow account projections**

Escrow account projections from July, 2020 to June, 2021

| Date     | Payments to escrow | What we expect to pay out | Description      | Projected escrow balance | Balance required in the account |
|----------|--------------------|---------------------------|------------------|--------------------------|---------------------------------|
| Jun 2020 |                    |                           | Starting balance | \$1,462.73               | \$1,372.96                      |
| Jul 2020 | \$329.82           | \$100.99                  | FHA Insurance    | \$1,691.56               | \$1,601.79                      |
| Jul 2020 | \$0.00             | \$37.59                   | PERRY COUNTY     | \$1,653.97               | \$1,564.20                      |
| Jul 2020 | \$0.00             | \$676.88                  | PERRY COUNTY     | \$977.09                 | \$887.32                        |
| Aug 2020 | \$329.82           | \$100.99                  | FHA Insurance    | \$1,205.92               | \$1,116.15                      |
| Sep 2020 | \$329.82           | \$100.99                  | FHA Insurance    | \$1,434.75               | \$1,344.98                      |
| Oct 2020 | \$329.82           | \$100.99                  | FHA Insurance    | \$1,663.58               | \$1,573.81                      |
| Nov 2020 | \$329.82           | \$100.99                  | FHA Insurance    | \$1,892.41               | \$1,802.64                      |
| Dec 2020 | \$329.82           | \$100.99                  | FHA Insurance    | \$2,121.24               | \$2,031.47                      |
| Dec 2020 | \$0.00             | \$1,317.00                | ERIE             | \$804.24                 | \$714.47                        |
| Jan 2021 | \$329.82           | \$100.99                  | FHA Insurance    | \$1,033.07               | \$943.30                        |
| Feb 2021 | \$329.82           | \$100.99                  | FHA Insurance    | \$1,261.90               | \$1,172.13                      |
| Feb 2021 | \$0.00             | \$37.59                   | PERRY COUNTY     | \$1,224.31               | \$1,134.54                      |
| Feb 2021 | \$0.00             | \$676.88                  | PERRY COUNTY     | \$547.43                 | \$457.66                        |
| Mar 2021 | \$329.82           | \$100.99                  | FHA Insurance    | \$776.26                 | \$686.49                        |
| Apr 2021 | \$329.82           | \$100.99                  | FHA Insurance    | \$1,005.09               | \$915.32                        |
| May 2021 | \$329.82           | \$100.99                  | FHA Insurance    | \$1,233.92               | \$1,144.15                      |
| Jun 2021 | \$329.82           | \$100.99                  | FHA Insurance    | \$1,462.75               | \$1,372.98                      |
| Totals   | \$3,957.84         | \$3,957.82                |                  |                          |                                 |

**Part 4 - Escrow account history**

Escrow account activity from July, 2019 to June, 2020

| Date                | Deposits to escrow |            |            | Payments from escrow |            |             | Escrow balance   |             |            |             |
|---------------------|--------------------|------------|------------|----------------------|------------|-------------|------------------|-------------|------------|-------------|
|                     | Actual             | Projected  | Difference | Actual               | Projected  | Difference  | Description      | Actual      | Projected  | Difference  |
| Jul 2019            |                    |            |            |                      |            |             | Starting Balance | \$1,168.40  | \$1,363.50 | -\$195.10   |
| Jul 2019            | \$0.00             | \$330.68   | -\$330.68  | \$0.00               | \$103.43   | -\$103.43   | FHA Insurance    | \$1,168.40  | \$1,590.75 | -\$422.35   |
| Jul 2019            | \$0.00             | \$0.00     | \$0.00     | \$38.30              | \$38.30    | \$0.00      | PERRY COUNTY     | \$1,130.10  | \$1,552.45 | -\$422.35   |
| Jul 2019            | \$0.00             | \$0.00     | \$0.00     | \$689.70             | \$689.70   | \$0.00      | PERRY COUNTY     | \$440.40    | \$862.75   | -\$422.35   |
| Jul 2019            | \$0.00             | \$0.00     | \$0.00     | \$103.43             | \$0.00     | \$103.43    | FHA Insurance    | \$336.97    | \$862.75   | -\$525.78   |
| Aug 2019            | \$326.80           | \$330.68   | -\$3.88    | \$0.00               | \$103.43   | -\$103.43   | FHA Insurance    | \$663.77    | \$1,090.00 | -\$426.23   |
| Aug 2019            | \$0.00             | \$0.00     | \$0.00     | \$103.43             | \$0.00     | \$103.43    | FHA Insurance    | \$560.34    | \$1,090.00 | -\$529.66   |
| Sep 2019            | \$0.00             | \$330.68   | -\$330.68  | \$0.00               | \$103.43   | -\$103.43   | FHA Insurance    | \$560.34    | \$1,317.25 | -\$756.91   |
| Sep 2019            | \$0.00             | \$0.00     | \$0.00     | \$103.43             | \$0.00     | \$103.43    | FHA Insurance    | \$456.91    | \$1,317.25 | -\$860.34   |
| Oct 2019            | \$0.00             | \$330.68   | -\$330.68  | \$0.00               | \$103.43   | -\$103.43   | FHA Insurance    | \$456.91    | \$1,544.50 | -\$1,087.59 |
| Oct 2019            | \$0.00             | \$0.00     | \$0.00     | \$103.43             | \$0.00     | \$103.43    | FHA Insurance    | \$353.48    | \$1,544.50 | -\$1,191.02 |
| Nov 2019            | \$0.00             | \$330.68   | -\$330.68  | \$103.43             | \$103.43   | \$0.00      | FHA Insurance    | \$250.05    | \$1,771.75 | -\$1,521.70 |
| Nov 2019            | \$0.00             | \$0.00     | \$0.00     | \$1,317.00           | \$0.00     | \$1,317.00  | ERIE             | -\$1,066.95 | \$1,771.75 | -\$2,838.70 |
| Dec 2019            | \$0.00             | \$330.68   | -\$330.68  | \$0.00               | \$103.43   | -\$103.43   | FHA Insurance    | -\$1,066.95 | \$1,999.00 | -\$3,065.95 |
| Dec 2019            | \$0.00             | \$0.00     | \$0.00     | \$0.00               | \$1,271.00 | -\$1,271.00 | ERIE             | -\$1,066.95 | \$728.00   | -\$1,794.95 |
| Dec 2019            | \$0.00             | \$0.00     | \$0.00     | \$100.99             | \$0.00     | \$100.99    | FHA Insurance    | -\$1,167.94 | \$728.00   | -\$1,895.94 |
| Jan 2020            | \$0.00             | \$330.68   | -\$330.68  | \$0.00               | \$103.43   | -\$103.43   | FHA Insurance    | -\$1,167.94 | \$955.25   | -\$2,123.19 |
| Jan 2020            | \$0.00             | \$0.00     | \$0.00     | \$100.99             | \$0.00     | \$100.99    | FHA Insurance    | -\$1,268.93 | \$955.25   | -\$2,224.18 |
| Feb 2020            | \$0.00             | \$330.68   | -\$330.68  | \$0.00               | \$103.43   | -\$103.43   | FHA Insurance    | -\$1,268.93 | \$1,182.50 | -\$2,451.43 |
| Feb 2020            | \$0.00             | \$0.00     | \$0.00     | \$37.59              | \$38.30    | -\$0.71     | PERRY COUNTY     | -\$1,306.52 | \$1,144.20 | -\$2,450.72 |
| Feb 2020            | \$0.00             | \$0.00     | \$0.00     | \$676.88             | \$689.70   | -\$12.82    | PERRY COUNTY     | -\$1,983.40 | \$454.50   | -\$2,437.90 |
| Feb 2020            | \$0.00             | \$0.00     | \$0.00     | \$100.99             | \$0.00     | \$100.99    | FHA Insurance    | -\$2,084.39 | \$454.50   | -\$2,538.89 |
| Mar 2020            | \$992.04           | \$330.68   | \$661.36   | \$0.00               | \$103.43   | -\$103.43   | FHA Insurance    | -\$1,092.35 | \$681.75   | -\$1,774.10 |
| Mar 2020            | \$0.00             | \$0.00     | \$0.00     | \$100.99             | \$0.00     | \$100.99    | FHA Insurance    | -\$1,193.34 | \$681.75   | -\$1,875.09 |
| Apr 2020            | \$330.68           | \$330.68   | \$0.00     | \$0.00               | \$103.43   | -\$103.43   | FHA Insurance    | -\$862.66   | \$909.00   | -\$1,771.66 |
| Apr 2020            | \$0.00             | \$0.00     | \$0.00     | \$100.99             | \$0.00     | \$100.99    | FHA Insurance    | -\$963.65   | \$909.00   | -\$1,872.65 |
| May 2020 (estimate) | \$2,300.12         | \$330.68   | \$1,969.44 | \$0.00               | \$103.43   | -\$103.43   | FHA Insurance    | \$1,336.47  | \$1,136.25 | \$200.22    |
| May 2020            | \$0.00             | \$0.00     | \$0.00     | \$100.99             | \$0.00     | \$100.99    | FHA Insurance    | \$1,235.48  | \$1,136.25 | \$99.23     |
| Jun 2020 (estimate) | \$328.24           | \$330.68   | -\$2.44    | \$100.99             | \$103.43   | -\$2.44     | FHA Insurance    | \$1,462.73  | \$1,363.50 | \$99.23     |
| Totals              | \$4,277.88         | \$3,968.16 | \$309.72   | \$3,983.55           | \$3,968.16 | \$15.39     |                  |             |            |             |

